

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

November 1, 2006

McFarland and Hullinger L.C. Attn: Sidney K. Hullinger, Manager Post Office Box 238 Tooele, Utah 84074

Subject: Request for Corporate Surety Bond Rider, Coyote Knoll 1-2-3 (2), McFarland and Hullinger, L.C., M/023/086, Juab County, Utah

Dear Mr. Hullinger:

A recent review of the reclamation surety bond in the amount of \$50,000, bond number 104355548 issued by St. Paul Travelers, requires a rider that must identify the following information:

- Permit Number change from S/023/033 to S/023/086
- Mine Name from Coyote Knoll 1, 2, & 3 to Coyote Knoll 1-2-3 (2)
- On Attachment B, page one, the following language must be used to replace paragraph two, <u>including the underlined portion</u>:

"Current language in Attachment B, Surety Bond, Form MR-6, second paragraph, including the underlined verbiage in the third paragraph shall be replaced with: The mining and reclamation plan received Division approval on October 28, 2004. Acreage to be disturbed is identified in Notice of Intention mining and reclamation plan as amended, subject to the terms and conditions of the reclamation contract."

Please contact the bond company and request this rider immediately. The rider shall be mailed to the Division, attention Minerals Regulatory Program.

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If you have specific questions or require discussion regarding the content of this letter, please contact the Minerals Surety Coordinator, Beth Ericksen at (801) 538-5318.

Sincerely, Juan M Mite

Susan White

Mine Program Coordinator Minerals Regulatory Program

SMW:BE:pb

Enc: attachment B Surety 104355548, copy

cc: Beth Ericksen, DOGM Tom Munson, DOGM

Travelers Bond, Ann Coriano, 6060 South Willow, Greenwood Village, CO 80111 (with enc) P:\GROUPS\MINERALS\WP\M023-Juab\S0230086-CoyoteKnoll\final\Requestforrider.doc